Repeal of transfers to the Highway Fund (HB 1237 by Schlueter/Jones)

DIGEST:

HB 1237 would have permanently eliminated the statutory dedication to the Highway Fund of one-tenth of the motor-vehicle sales tax and the dedication of general revenue equal to one-eighth of the motor-fuels tax. It would also have eliminated the statutory dedication to the Farm-to-Market Road Fund of \$15 million in general revenue per year. The bill would not have become effective unless the Legislature, during the regular session, had increased the gasoline tax above 10 cents per gallon and the increase was signed into law.

GOVERNOR'S REASON FOR VETO:

HB 1237 was contingent on the passage of HB 942, which would have increased the gasoline tax to 15 cents per gallon. Since HB 942 was vetoed, this bill became inoperative, the governor said.

AUTHOR'S

VIEW: Neither Rep. Stan Schlueter nor Sen. Grant Jones had

a comment on the veto.

NOTES: The House Research Organization analysis of HB 1237

appeared in the May 18, 1987 Daily Floor Report.